# BEFORE THE ARIZONA CORPORATION CO

**COMMISSIONERS** 

SUSAN BITTER SMITH, Chairman **BOB STUMP** ROBERT BURNS

IN THE MATTER OF THE APPLICATION OF

AUTHORIZATION TO ASSUME NEW DEBT

VALLEY CONNECTIONS L.L.C. FOR

DOUG LITTLE TOM FORESE

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AZ CORP COMMISSION DOCKET GONTROL

DOCKET NO. T-04169A-04-081

NO. 68080 NUNC PRO TUNC

MOTION TO AMEND DECISION

As further set forth below, Valley Connections, L.L.C. ("Valley Connections") hereby moves for an Order amending Decision No. 68080 nunc pro tunc to remove an unnecessary annual filing requirement. ORIGINAL

#### I. **Background**

Valley Connections is a Competitive Local Exchange Carrier ("CLEC") and a wholly owned subsidiary of Valley Telephone Cooperative, Inc. On August 17, 2005, the Commission issued Decision No 68080, which approved the assumption by Valley Connections of long-term debt issued by the Rural Utilities Services.

Decision No. 68080 contained the following ordering paragraph:

IT IS FURTHER ORDERED that the Company will maintain its books and records separately from affiliated entities and annually provide a balance sheet, income statement, statement of stockholder's equity and footnotes. (Emphasis added).

Valley Connections interprets this language to require that the financial reports be filed in the docket file and has been making the required annual filings.

As understood by Valley Connections, the reason for the filing requirement was to provide the Commission evidence that Valley Connections' regulated affiliates were not somehow subsidizing the RUS debt. The RUS debt was paid off in 2014, which thereby eliminates any need for the filing requirement. (See the attached Affidavit of Virgil Barnard).

Continuing to require Valley Connections to make public financial filings puts it a competitive disadvantage compared to other CLECs, which are not required to make such filings. As a CLEC, Valley Connections should only be required to file the confidential annual report required by Commission Rule 1115(F).



Arizona Corporation Commission DOCKETED

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# II. Requested Nunc Pro Tunc Amendment

Valley Connections asks that the above ordering paragraph in Decision 68080 be amended *nunc pro tunc* to read as follows:

IT IS FURTHER ORDERED that the Company will maintain its books and records separately from affiliated entities and each year file the annual report required by Commission Rule 1115(F).

Respectfully submitted on February 4, 2015, by:

Craig A. Marks

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Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

#### BEFORE THE ARIZONA CORPORATION COMMISSION

### **COMMISSIONERS**

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IN THE MATTER OF THE APPLICATION OF VALLEY CONNECTIONS L.L.C. FOR AUTHORIZATION TO ASSUME NEW DEBT

DOCKET NO. T-04169A-04-0816

## **AFFIDAVIT**

- 1. My name is Virgil Barnard.
- 2. I am employed by Valley Telephone Cooperative, Inc., as Contracts and Compliance Manager and also provide regulatory support to Valley Connections L.L.C.
- 3. My business address is 752 E Maley, Willcox, AZ. 85643, and my business phone is 520-384-8932.
- 4. As part of my job responsibilities, I am familiar with the RUS debt assumed by Valley Connections L.L.C., as authorized by the Commission in Decision No. 68080 in the above-captioned docket.

Notary Public - State of Arizona COCHISE COUNTY My Comm. Expires April 1, 2015

- 5. The last draw on this loan was in May 2007.
- The final payment on this loan was made on May 13, 2014.
- 7. Valley Connections currently is debt free.
- 8. This completes my affidavit.

Virgil Barnard

STATE OF Arizona

) ss.

**COUNTY** of Cochise

Subscribed and sworn before me on February  $\leq$ , 2015.

Name: + aulene Cooke